

ASSEMBLY BILL

No. 1358

Introduced by Assembly Member Simitian

February 21, 2003

An act to add Section 33213.5 to the Health and Safety Code, relating to redevelopment.

LEGISLATIVE COUNSEL'S DIGEST

AB 1358, as introduced, Simitian. Redevelopment: cities: housing.

The Community Redevelopment Law authorizes a redevelopment agency to expend certain tax-increment revenues for low and moderate income inside or outside of a project area. The agency may only use those funds outside the project area upon a resolution of the agency and the legislative body that the use will be of benefit to the project, as prescribed. Also, the legislative body of a community may authorize the redevelopment of an area within its territorial limits by another community, as prescribed, and contiguous agencies within adjoining cities may form a joint powers agency to pool housing funds.

This bill would authorize an agency to expend tax-increment revenues for the construction of housing that is located within 5 miles outside of the exterior boundary of a project area. The bill would authorize 2 or more agencies located in adjacent cities to jointly fund the construction of housing that is located within 5 miles outside the exterior boundary of a project area established by any participating agency using revenues derived pursuant to the act. Each participating agency would receive credit for providing housing in proportion to the contribution made by the agency.

The bill would authorize a city that is built out, as defined, or an agency in that city, to provide funding to an adjacent city or an agency

within that adjacent city for the construction of housing within 5 miles outside the exterior boundary of the built out city, or in the case of an agency, within 5 miles of the exterior boundary of a project area established by that agency.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. This act shall be known and may be cited as the
2 Housing Efficiency Act.

3 SEC. 2. Section 33213.5 is added to the Health and Safety
4 Code, to read:

5 33213.5. (a) An agency may expend tax-increment revenues
6 pursuant to this division for the construction of housing that is
7 located within five miles outside of the exterior boundary of a
8 project area.

9 (b) Two or more agencies located in adjacent cities may jointly
10 fund the construction of housing that is located within five miles
11 outside the exterior boundary of a project area established by any
12 participating agency using revenues derived pursuant to this
13 division. Each participating agency and the community in which
14 the agency is located shall receive credit for providing housing in
15 proportion to the contribution made by the agency.

16 (c) For purposes of this section, a city is “built out” if all
17 residentially zoned parcels within the city contain housing at or
18 above the minimum allowed density. A city that is built out, or an
19 agency in that city, may provide funding to an adjacent city or an
20 agency within that adjacent city for the construction of housing
21 within five miles outside the exterior boundary of the built out city,
22 or in the case of an agency, within five miles of the exterior
23 boundary of a project area established by that agency.

